

MPAC Oversight Report on Annual Report 2024/25



**GREATER GIYANI MUNICIPALITY**

**MUNICIPAL PUBLIC ACCOUNTS COMMITTEE (MPAC)**

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**OVERSIGHT REPORT ON ANNUAL REPORT 2024/25**

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**25 MARCH 2026**

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**ABBREVIATIONS**

<b>AFS</b>	-	<b>Annual Financial Statements</b>
<b>AGSA</b>	-	<b>Auditor General of South Africa</b>
<b>APR</b>	-	<b>Annual Performance Report</b>
<b>AR</b>	-	<b>Annual Report</b>
<b>BTO</b>	-	<b>Budget and Treasury Office</b>
<b>COGHSTA</b>	-	<b>Cooperate Governance Human Settlement and Traditional Affairs</b>
<b>CLLR</b>	-	<b>Councillor</b>
<b>EXCO</b>	-	<b>Executive Committee</b>
<b>FBE</b>	-	<b>Free Basic Electricity</b>
<b>GGM</b>	-	<b>Greater Giyani Municipality</b>
<b>IDP</b>	-	<b>Integrated Development Plan</b>
<b>INEG</b>	-	<b>Integrated National Electrification Grant</b>
<b>MFMA</b>	-	<b>Municipal Finance Management Act</b>
<b>MIG</b>	-	<b>Municipal Infrastructure Grant</b>
<b>MPAC</b>	-	<b>Municipal Public Accounts Committee</b>
<b>MSA</b>	-	<b>Municipal Systems Act</b>
<b>MSA</b>	-	<b>Municipal Structures Act</b>
<b>OR</b>	-	<b>Oversight Report</b>
<b>PMS</b>	-	<b>Performance Management System</b>
<b>SDBIP</b>	-	<b>Service Delivery Budget and Implementation Plan</b>
<b>UIFWE</b>	-	<b>Unauthorised, Irregular, Fruitless and Wasteful Expenditure</b>

## 1. FOREWORD BY THE MPAC CHAIRPERSON

It gives me great pleasure on behalf of the Greater Giyani Municipal Public Accounts Committee (MPAC), to present the 2024/25 Oversight Report. This is the fifth and the last submission of the Oversight Report on Annual Report 2024/25 for MPAC 2021 to 2026 political term of Council. In carrying out its oversight responsibility the MPAC has:

- ✓ Reviewed and analysed the Annual Report for the 2024/25
- ✓ Invited, received, and considered inputs on the Annual Report
- ✓ Considered any written comments (none were received)
- ✓ Received and considered Council's Audit Committee views and comments on the Annual Financial Statements and the Annual Performance Report
- ✓ Conducted public hearing chaired by Chairperson of Council Speaker Councillor Mboweni A.E where the Mayor Councillor Zitha T through the Municipal Manager Mr Khoza V.D was required to respond on MPAC observations and questions as reported in the Annual Report
- ✓ Prepared the Oversight Report, taking into consideration, the views, and inputs of the representatives of the Provincial Treasury, COGHSTA, Council's Audit Committee Chairperson, Risk Management Committee Chairperson, GGM Councillors, Sector Departments other external stakeholders etc.

During 2024/25 the municipality obtained an unqualified audit opinion on the audit of Annual Financial Statement and Annual Performance Management. As MPAC we are saying though the audit outcome did not change, we encourage management to work hard towards clean audit opinion to full the theme of MPAC 2021-2026 political council term council "Matching majestically to obtain clean audit".

This report would not have been complete without the support and inputs of different stakeholders. Let me therefore take this opportunity to express my gratitude to the community of Greater Giyani Municipality, members of MPAC, Councillors, Audit Committee, Risk Management Committee, Municipal Manager and his management team, your hard work and commitment has not gone unnoticed.

Let me acknowledge the unconditional support received from the Office of the Auditor General South Africa (AGSA) Limpopo, Audit Committee (Internal Audit and Risk Management Unit), the Office of the Municipal Manager, the Office of the Speaker, the Office of the Mayor, the Office of the Chief Whip, and all other Councillors. Lastly, let me thank the support staff of the MPAC office, the Researcher, for the genuine work.

I present the Oversight Report in which MPAC recommends for adoption of the 2024/25 Annual Report with the recommendations as recorded in this document.

## 2. INTRODUCTION

### **Section 121 (1)(2) and (3) of the MFMA determines as follows:**

Every municipality must for each financial year prepare an Annual Report. The council must within nine months after the end of a financial year deal with the annual report of a municipality in accordance with section 129.

The purpose of an annual report is:

- (a) To provide a record of the activities of the municipality during the financial year to which the report relates;
- (b) To provide a report on performance against the budget of the municipality for the financial year; and
- (c) To promote accountability to the local community for decisions made through the year by the municipality.

According to section 129(1) of the MFMA, the Council must consider the annual report by no later than two months from the date on which the annual report was tabled, adopt an oversight report containing the Council's comments on the annual report which must include a statement whether-

- The Council has approved the annual report with or without reservations.
- Has rejected the annual report or.
- Has referred the annual report back for revision of those components that can be revised.

## 3. BACKGROUND

### **Resolutions and statement required by MFMA section 129 (1)**

To consider the Greater Giyani Municipality's Draft Annual Report for the 2024/25 financial year and to adopt an Oversight Report containing Council's comments on the Annual report in terms of section 129 of Local Government: Municipal Finance Management Act, 2003 (Act NO 56 of 2003) (hereafter indicated as MFMA).

## 4. FUNCTIONS OF MPAC

**MPAC is established in terms of section 79A of the Municipal Structures Act 117 of 1998 to perform the following functions:**

- (a)* review the Auditor-General's reports and comments of the management committee and the audit committee and make recommendations to the municipal council. *(b)* review internal audit reports together with comments from the management committee and the audit committee and make recommendations to the municipal council;
- (c)* initiate and develop the oversight report on annual reports contemplated in section 129 of the Local Government: Municipal Finance Management Act;
- (d)* attend to and make recommendations to the municipal council on any matter referred to it by the municipal council, executive committee, a committee of the council, a member of this committee, a councillor and the municipal manager; and

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(e) on its own initiative, subject to the direction of the municipal council, investigate and report to the municipal council on any matter affecting the municipality.”

MPAC is tasked with the review of the annual report and all inputs received in responses to the advertising process and the preparation of an Oversight Report for consideration by the Council.

### **5. COMPOSITION OF THE GGM MPAC OVERSIGHT COMMITTEE**

Greater Giyani Municipality Council on the 22<sup>nd</sup> of November 2021, established the Municipal Public Accounts Committee (MPAC) through council resolution CR26-22/11/21SP and CR27-22/11/21, which is constituted as follows proportionally representing political parties:

- a) Cllr Makondo R. E – MPAC Chairperson
- b) Cllr Mabunda R.C – MPAC Member (November 2021-2024)
- c) Cllr Maluleke M.R – MPAC Member
- d) Cllr Maswanganyi N.N – MPAC Member
- e) Cllr Mahasha E. – MPAC Member
- f) Cllr Sambo S – MPAC Member
- g) Cllr Mhangwane S.M – MPAC Member
- (h) Cllr Chaka T.P – MPAC Member (April 2025 to date)
- (i) Cllr Ngobeni K.L – MPAC Member (April 2025 to date)

### **6. REVIEW OF THE ANNUAL REPORT**

#### **6.1 SUBMISSION AND TABLING OF THE DRAFT ANNUAL REPORT**

6.1.1 The Draft Annual Report of the Greater Giyani Municipality for the 2024/25 financial year was tabled at a Scheduled Council meeting, on the 29<sup>th</sup> of January 2026, in terms of section 127(2) of the Local Government: Municipal Finance Management Act 56 of 2003.

6.1.2 Council resolved (through CR57-29/01/2026) at its meeting held on 29<sup>th</sup> of January 2026 on the following:

- (a) That the tabling of the Draft Annual Report be adopted; and
- (b) That the Municipal Manager in terms of section 127 (5) of the MFMA:
  - Make public the Draft Annual Report for 2024/25 financial year;
  - Invites the local community and to submit representations in connection with the Annual Report on or before 17 March 2026;
  - Submit the Draft Annual Report to the Auditor-General, the Provincial Treasury and the Provincial Department responsible for Local Government;
  - That the Draft Annual Report be referred to MPAC for oversight (CR57-29/01/2026).

#### **6.2 CIRCULATION OF THE DRAFT ANNUAL REPORT**

6.2.1 The Draft Annual Report 2024/25 was advertised in line of Section 21A of the Municipal System Act of 32 of 2000 as follows:

- The local community was invited via the Sowetan and website of the Greater Giyani Municipality to submit comments / objectives in connection with the Report on or before 17 March 2026.

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- The Draft Annual Report 2024/25 was placed on the municipal website at [www.greatergiyani.gov.za](http://www.greatergiyani.gov.za) and libraries.
- The Draft Annual Report 2024/25 was submitted to all relevant government departments.

6.2.2 At the closing date for public comments on the 17 March 2026, there were no comments received.

### 6.3 CONSULTATION BY MPAC

#### 6.3.1 Meeting Schedule

- MPAC had a working session on the Annual Report from 16 February to 20 February 2026.
- Audit Committee, Risk Management, Provincial Treasury, Auditor General of South Africa and COGHSTA were invited to be part of the working session.
- MPAC prepared questions and submitted to the Mayor/Management for responses (Annexure A).
- The Mayor/Management responded to MPAC questions (Annexure B)

6.3.2 The National Treasury's MFMA Circular No 32 further provides for certain provisions regarding the compilation of the Oversight Report. These provisions cover the following areas:

- Managing the process and forming committees
- Timing considerations
- Understanding the Annual Report and determining conclusions

6.3.3 The table below outlines meeting schedules of the MPAC when considering the Draft Annual Report 2024/25:

DATE	TIME	VENUE	RESPONSIBILITY
29 January 2026	10h00	Giyani Community Hall	Council tabling the annual report 2024/25 (Audited Annual Performance Report, Audited Financial Statements, GGM Audit Report and Audit Action Plan) of the Draft Annual report and referred to MPAC.
16 February 2026 to 20 February 2026	09h00	Mokopane The Park Hotel	Meeting with Auditor General – to unpack the audit report and to guide the committee on the oversight role and assist in drafting questions. The session was attended by GGM Risk Committee Chairperson and Audit Committee Member and assist the committee in analysing and drafting MPAC questions and good governance.

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24 February 2026	08h00	Virtual meeting	Finalising and adoption of MPAC questions
28 February 2026	8H00	GGM MPAC	Submitted MPAC questions to the Mayor's office/ Municipal Manager's office for responses
03 – 04 March 2026	08H30	GGM wards	MPAC oversight Project visits
13 March 2026	10H00	Virtual meeting	Preparation of MPAC hearing
17 March 2026	10h00	Giyani Community Hall	MPAC Public hearing on annual report 2024/25
18 March 2026	10h00	GGM Boardroom	Drafting and finalising of Oversight Report 2024/25
23 March 2026	08H00	Virtual	Adoption of Oversight Report on Annual Report 2024/25
26 March 2026	10h00	GGM New Council Chamber	Approval of Oversight Report on Annual report 2024/25 by Council

### 6.4 PUBLIC HEARING

The public notice of the public hearing was advertised in Sowetan, distributed around the jurisdiction of Greater Giyani Municipality, advertised on social media platforms including GGM website and Facebook page etc. The public hearing on the Draft Annual Report 2024/25 was held on the 17 March 2026 where the public were invited to attend as Observers, where the Mayor through the Accounting Officer had to respond and clarify the committee on issues raised and questions pertaining to the draft annual report. The Office of the Auditor General, COGHSTA, Provincial Treasury, SALGA, Mopani district Municipality and it's locals, and all the stakeholders were invited to attend the Public Hearing (Section 130 of the MFMA).

### 6.5 MPAC PROJECT VISITS

**6.5.1** MPAC conducted project visit on the 03<sup>rd</sup> of March and 04<sup>th</sup> of March 2026 to verify and confirm the completeness, the visit also measured the projects impact to the community, and all findings/observations (pictures) on project visit are documented . The committee visited the following projects:

#### 6.5.1.1. 03 March 2026

(a) Electrification of Xikukwani Village (100 units)

- (i) The project is practically completed and handed over to Eskom.
- (ii) The current challenge is that some of the households are not able to buy electricity in all vendors except Masingita garage.

(b) Refurbishment of Mavalani Indoor Sport Centre

- (i) The project is complete and the committee is satisfied with work done on site.
- (ii) The roof is leaking.

(c) Construction of Mninginisi Culvert bridge (Block 3)

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- (i) The project is complete with no challenges.
- (d) Electrification of Mahlathi Village (100 units)
  - (i) The project is complete with no challenges.
  - (e) Upgrading of Hlomela village from gravel to paving (2.6km)
    - (i) The project is complete and on liability defects. Poor drainage system.
    - (ii) When it rains the sand is deposited on the pavement road.
    - (iii) The is poor drainage system.
  - (f) Upgrading of Shawela from gravel to paving (3.6km)
    - (i) The project is partially complete.
    - (ii) The interviews with the community revealed that during heavy or light rains the road filled with water making it difficult for the road users and pedestrian to use the road.
    - (iii) Poor drainage system.

### **6.5.1.2 04 March 2026**

- (a). Electrification Mageva electrification (310 units)
  - (i) The project is complete with no challenges
- (b). Electrification of Mghonghoma Village (150 units)
  - (i) The project is complete with no challenges
- (c). Electrification of Loloka Village (100 units)
  - (i) The project is complete with no challenges.
- (d) Electrification of Matsotsosela (100 units)
  - (i) The project is complete with no challenges
- (e) Installation of energy saving streetlights in section A
  - (i) The project is complete however not energized.

## **7. ANNUAL REPORT CHECKLIST**

INFORMATION REQUIRED TO BE INCLUDED IN ANNUAL REPORTS	COMMENTS
<b>1. Financial matters – Annual Financial Statements – section 121 (3) MFMA</b>	
<p>Section 121 (3) (a) MFMA                      (a) The Annual financial statements (AFS) of the municipality, and in addition, if section 122(2) applies the consolidated annual financial statements as submitted to the Auditor General;</p>	<p>The Annual Financial Statements of the municipality are included and signed by the Municipal Manager, Mr Khoza V.D signed on the 31 August 2025.                      (Annexure B on the Annual Report)</p> <p>The municipality does not have an entity.</p>
<p>(b) The Auditor General’s audit report is included in the annual report in terms of section 126(3);</p>	<p>The Auditor General’s report is included in the annual report and signed by the Auditor General on the 11<sup>th</sup> December 2025.</p> <p>The municipality obtained unqualified audit opinion with 41 management issues / findings (Annexure D on the Annual report)</p>
<p>(c) An assessment by the Accounting Officer on any arrears on municipal taxes and service charges; (section 121 (3)( e )</p>	<p>There has been strict adherence to the Credit Control and debt collection strategies have been implemented such as revenue enhancement strategy is being implemented. The municipality did not have an appointed Debt Collector for 2024/25.</p>
<p>(d) Particulars of any corrective action taken or to be taken in responses to issues raised in the audit reports referred to in paragraphs (b)and (d)</p>	<p>Audit Action plan has been developed to address issues raised in the audit report. (Annexure C Action plan - on the annual report)</p>
<p>(e) An assessment on asset management, as required by section 63(2)(a) of the MFMA</p>	<p>The municipality established the systems to maintain and account for assets and liabilities, and there were no significant issues which were raised during the audit. The municipality has a system called Enterprise Asset Management system which is MSCOA compliant which fully accounted for 2024/25 Annual Fixed Asset Register but at the same time using the spreadsheet, the system is active but not fully functional. However, the municipality is yet to automate management of assets.</p>
<p>(f) Audit report on leadership.</p>	<p>Management did provide adequate supervision and review over the operations of the municipality to ensure compliance with laws and regulations and to appoint the necessary skilled staff.</p>
<p>(g) Section 121 (3) (j) and 121 (4)(g) Recommendations of the audit committee in relation to the AFS and audit reports of the municipality</p>	<p>Audit Committee made recommendations to the municipality, however not all recommendations were implemented by the end of the financial year.</p>

INFORMATION REQUIRED TO BE INCLUDED IN ANNUAL REPORTS	COMMENTS
<b>2. Disclosures – Allocations received and made – Section 123 -125 MFMA</b>	
(a) 123 (1) (a) Allocations received and made to the municipality.	It should be noted that the municipality’s functionality depends largely on grants; (LGSETA, MSIG, EPWP, FMG, MIG, INEG, EPWP and MDRG)
(b) Information in relation to the use of allocations received;	The municipality spent 100% of the MIG and 100% in INEG to realise its objectives.
(c) Information in relation to outstanding debtors and creditors of the municipality;	<p>Material losses of R107 126 233 were incurred as a result of debt impairment and material losses of R25 306 457 write off as a result of write off of irrecoverable trade debtors due to inadequate collecting systems.</p> <p>The municipality has developed a Revenue Enhancement Strategy to improve its revenue collection and revenue base with the aim of using such financial resources to sustain service delivery. The strategy aims to address the revenue challenges the municipality is currently facing. The implementation of the revenue enhancement strategy has a slightly positive outcome and that the overall collection rate for 2024/25 .</p> <p>The municipality continue to implement the developed Revenue Enhancement Strategy and Credit Control and Debt Collection policy.</p> <p><b>Unauthorised expenditure</b></p> <p>The municipality did not incur any unauthorised expenditure during the 2024/25 financial year.</p> <p><b>Fruitless and wasteful expenditure</b></p> <p>The municipality has incurred fruitless and wasteful expenditure due to litigation loss, late payment of suppliers and late payment of Eskom invoices.</p> <p><b>Irregular Expenditure</b></p> <p>The municipality did not incur any irregular expenditure during the year 2024/25.</p>
<b>3. Disclosures in notes to AFS</b>	
(a) Information relating to benefits paid by municipality and entity to Councillors, directors, and officials	It should be noted that the information has been properly disclosed and explanations provided are acceptable and conditions of allocations have been met and they are fully detailed on the AFS.
<b>4. Municipal Performance</b>	

<b>INFORMATION REQUIRED TO BE INCLUDED IN ANNUAL REPORTS</b>	<b>COMMENTS</b>
(a) Information on the annual performance reports of the municipality;	The municipality had a total number of 124 targets wherein 100 targets were reported as achieved, 24 as not achieved. The total achieved percentage is 81%.
(b) Audit reports on performance (section 45, MSA);	The municipality got unqualified audit opinion with zero material findings. The report is attached. (Annexure A on the annual report)
<b>5. General information</b>	
(a) Information on long term contracts	The municipality has a five-year long-term contract on valuation of municipal roll.
(b) Capital plan for addressing infrastructure backlogs	The municipality is working hard to ensure that extra High mast lights are provided to communities where there is high crime rate in order to fight crime. Gravel roads were upgraded to tar and culvert bridges were also refurbished and community halls were also constructed. The municipality is in the process of maintaining the sports centres, community halls or to complete abandoned sports centres/facilities.
(c) Information Technology and systems purchases and the effectiveness of these systems in the delivery of services and ensuring compliance with statutory obligations	<p>Information and Communication Technology ensure provision of services such as Network connectivity, information management, Email messaging for communicating with the internal stakeholders and the outside world, enhancing service delivery by providing reliable systems.</p> <p>For period under review 2024/25, Information and Communication Technology provided and supplied ICT equipment's e.g. computers/ laptops and printers. The Unit also updated the municipal website on a continuous basis and maintained network infrastructure for ease of communication as well as provided the means of coordinating virtual meetings through Microsoft Teams. The Unit provided IT systems, user maintenance and support. The following controls are in place to manage ICT Assets i.e. asset allocation register, ICT loss equipment register, ICT asset removal forms, and ICT Assets transfer forms. The municipality does not have ICT Digital Transformation Strategy.</p>

INFORMATION REQUIRED TO BE INCLUDED IN ANNUAL REPORTS	COMMENTS
<b>6. Other considerations recommended</b>	
(a) Timing of reports	The annual report was tabled in council on the 29 <sup>th</sup> of January 2026 (CR57 -29/01/2026).
(b) Oversight committee or other mechanism	The Municipal Public Accounts Committee was delegated the responsibility of preparing the oversight report (CR57-29/01/2026).
(b) Payment of performance bonuses to municipal officials (section 57 MSA)	No performance bonuses paid to section 57 directors under year review.
(c) Public consultative meetings	Public hearing on the draft annual report was conducted on the 17 <sup>th</sup> of March 2026.
(d) Annual Report distribution points documented, and feedback documented	The Annual Report was placed for inspection at municipal website, libraries and copies were circulated to all Councillors.

**8. MPAC OBSERVATIONS**

- 8.1 The municipality prepared and submitted to Auditor General of South Africa Limpopo (AGSA ) the 2024/25 Annual Financial Statements and Annual Performance Report as per the MFMA section 121 to 131.
- 8.2 Greater Giyani Municipality obtained unqualified audit opinion on the audit of the Annual Financial Statements for the 2024/25 financial year with forty one (41) findings which shows an improvement as compared to the fifty seven (57) AGSA findings during the 2023/24 audit.
- 8.3 The municipality maintained and sustained the unqualified audit opinion for the past four consecutive years (2021/22, 2022/23, 2023/24 and 2024/25 financial years).
- 8.4 For the year 2024/25 the municipality received unqualified audit outcome on the audit of Annual Performance Report with zero material findings as compared to the 2023/24 financial year
- 8.5 The Greater Giyani Municipality was responsible for a total number of 124 Key Performance Indicators inclusive of projects for 2024/25 financial year. The institution managed to achieve 100 indicators inclusive of projects ,24 targets were not achieved.
- 8.6 The overall institutional performance for 2024/25 is at 81% as compared to the 80% for 2023/2024 financial year, which shows an improvement of one percent (1%) as compared to the performance of the previous financial year.
- 8.7 The municipality did not fully achieve its planned target on Spatial Rationale and Basic Service Delivery which contributed to the municipality not achieving 100% of planned targets in the approved SDBIP.
- 8.8 The municipality has developed an audit action plan to address issues raised by the AGSA on the audit report as required by Section 131 of the MFMA.
- 8.9 The municipality has developed strategies to ensure that clean audit is attained during 2025/26.
- 8.10 The municipality was able to clear all material irregularities from previous audit outcomes including Free Basic Electricity (FBE) identified by AGSA during 2020/21 and 2021/22.
- 8.11 The municipality did not incur irregular expenditure during the year 2024/25 audit. There were no findings identified on procurement and contract management

- 8.12 The irregular expenditure recorded on the GGM Audit Report 2024/25 is from the previous years which were not submitted by management to MPAC for investigation.
- 8.13 Even though there were no irregular expenditure incurred and identified by AGSA during 2024/25, the municipality does not have a supplier's detector verification system only rely on the checklist and MDB4 forms.
- 8.14 The municipality did not incur any unauthorised expenditure during the year 2024/25.
- 8.15 The municipality incurred fruitless and wasteful expenditure as a result of late payment of invoices and litigations .
- 8.16 The Audited Annual Financial Statements were prepared inhouse.
- 8.17 The municipality was able to maintain a positive bank balance at year end and throughout the whole financial year with its current ratio sitting at a ratio of 2.59 at year end.
- 8.18 The municipality managed to maintain its spending in the 2024/25 financial year spending 100% in Municipal Infrastructure Grant (MIG) and 100% in Integrated National Electrification Grant (INEG).
- 8.19 The Service Level Agreement (SLA) for water and sewerage between Greater Giyani Municipality and Mopani District Municipality expired in September 2025, a draft SLA is in place and the municipality is in the process of reviewing / finalising.
- 8.20 There is a slow turnaround time for the review for reviewal of by-laws, the report revealed that the process of by-laws has been on review since 2022.
- 8.21 Existing market stalls have not yet been handed over to the municipality by LEDET , the municipality is unable to account adequately for the existing market.
- 8.22 Training of officials on high-risk functional areas to prevent fraud and corruption is provided.
- 8.23 The municipality does not have an electronic system of tracking public satisfaction on municipal service surveys.
- 8.24 There is poor maintenance of municipality's community halls. Giyani Community Hall is the most used facility that generates revenue / income for the municipality but it is highly neglected and poorly maintained.
- 8.25 Not all infrastructure projects which were anticipated to be practically completed during the year under review were completed e.g Giyani Waste Disposal landfill site.
- 8.26 Inaccurate information on the Indigent Register includes beneficiaries who do not meet the qualifying criteria as identified by the AGSA
- 8.27 The municipality's ICT has not yet fully implemented automated systems on municipal operations and electronic records management system.
- 8.28 Performance assessment for senior managers not conducted during the year under review.
- 8.29 The municipality does not have adequate electronic records management system.
- 8.30 The municipality was able to conduct Imbizo as part of the report feedback but there is a limited representation by sector departments to resolve challenges as identified by the communities.
- 8.32 The municipality did not adequately budgeted and prioritized stalled projects such as Gawula Sport Centre , Giyani Section E Sprot Centre , Giyani Section A Tennis Court.
- 8.33 The municipality does not have an infrastructure maintenance plan in place.

## 9. MPAC RECOMMENDATIONS

- 9.1 The Audit Committee must monitor/ track the progress on the implementation of the AGSA audit action plan and report to Council quarterly.

- 9.2 The Accounting Officer should visit Hlomela upgrading from gravel to paving project and should allocate budget as well as fastrack the implementation of the extension of stormwater drainage system.
- 9.3 The municipality should finalise the reviewal of by-laws on or before 30 June 2026 and conduct an awareness/campaigns through ward councillors
- 9.4 The Accounting Officer should liase with LEDET to fastrack the process of handing over of existing market stalls by LEDET.
- 9.5 The Accounting Officer through Information Communication Technology (ICT) department should develop electronic system for reporting and monitoring community service delivery complaints or before 30 December 2026.
- 9.6 Giyani community hall should be refurbished with immediate effect.
- 9.7 The municipality should ensure that there is proper management of the indigent register and ensure that Eskom invoices are reconciled against the register prior payments.
- 9.8 The municipality should conduct awareness campaigns to communities to raise awareness and enable applications to indigent households.
- 9.9 All the supporting documents for irregular expenditure which were not submitted for investigation must be submitted to MPAC on or before 30 April 2026.
- 9.10 The municipality should finalise the SLA between GGM and Mopani District Municipality on or before 30 April 2026.
- 9.11 The Accounting Officer should visit the Mavalani Sport Centre project site and ensure that the identified challenge of the leaking roof is attended to on or before 30 June 2026.
- 9.12 The municipality should set budget aside and ensure that the existing infrastructure are adequately maintained.
- 9.13 The Accounting Officer should visit the Shawela village upgrading from gravel to paving and Hlomela village upgrading to paving project to assess the challenges that have been identified. The drainage system should be improved and there is a need for extension of paving in of the road.
- 9.14 The Accounting Officer should ensure that there are proper recording and management of litigations and legal opinion is provided by the legal division for every case.
- 9.15 The Accounting Officer should fastrack the implementation of the maintenance and resuscitation plan for all the stalled projects on or before 30 June 2026.
- 9.16 The municipality should ensure that revenue enhancement strategy and credit control policy is fully implemented and report progress to council on a quarterly basis.
- 9.17 The municipality must adhere to the approved procurement plan and ensure that all projects on the plan are fully implemented.
- 9.18 Performance assessment for senior management must be done before 30 June 2026.
- 9.19 The Accounting Officer must through Technical Services department conduct project visit and make assessment on the all the stalled projects.
- 9.20 The Accounting Officer must through Technical Services department conduct project visit and make assessment on the all the stalled projects.
- 9.21 The municipality must develop a procedure manual /process plan to address submission of requested information to MPAC and submit to Council for approval on or before 30 June 2026.
- 9.22 The Accounting Officer must report all the instances of fruitless and wasteful expenditure to Council in order for council to refer such matters to MPAC for investigation.
- 9.23 The Accounting Officer must through Technical Services department conduct project visit and make assessment on the all the stalled projects.

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- 9.20 The municipality must ensure proper records management systems are in place.
- 9.21 The municipality should ensure that there are thorough consultations with the stakeholders before the projects design. MPAC oversight project visit at Hlomela village upgrading from gravel to paving revealed that there were no thorough consultations conducted before the project designs.
- 9.22 There is a need for sector departments to be present at Municipal Imbizo's in order to assist the municipality with service delivery related issues and challenges.
- 9.23 All errors identified by MPAC as observations on MPAC Questions in the Draft Annual Report 2024/25 be rectified before and that the corrected document be submitted to MPAC.

## 10. CONCLUSION

The MPAC commends Council, the Municipal Manager, Senior Management, and all staff at Greater Giyani Municipality on the progresses made towards good governance. However, there is great room for improvement regarding: improvement of key controls to ensure effective financial management, procurement and contract management, compliance. Improvement of internal controls to ensure that issues raised by both internal and external auditors are addressed effectively.

Having performed the following tasks:

- Reviewed and analysed the 2024/25 Draft Annual Report.
- Invited, received, and considered inputs from the management and council committees, on the Draft Annual Report.
- Received and considered Council's Audit Committee views and comments on the annual financial statements and the performance report and
- Prepared the Oversight Report, taking into consideration, the views, and inputs of the public representatives, Auditor General South Africa, organs of state, council's Audit Committee and Councillors.

## COMMITTEE RECOMMENDS, Council to:

- Approve the oversight report with recommendations.
- That the Annual Report 2024/25 be adopted without reservation.
- That the 2024/25 Oversight Report of the Greater Giyani Municipality be made public in terms of section 129(3) of the MFMA, and.
- That the Oversight Report and Annual Report 2024/25 be submitted to Provincial Legislature in terms of section 132(2) of the MFMA.

  
CLLR MAKONDO R. E  
MPAC CHAIRPERSON

25/03/2026  
DATE